

E - Education Cabinet

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HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	89,021,900	89,021,900		78,564,800	82,425,400	3,860,600	78,786,400	82,647,000	3,860,600
Restricted Funds	45,495,000	45,495,000		40,375,500	40,375,500		39,647,500	39,647,500	
Federal Funds	740,055,900	740,055,900		738,230,100	738,230,100		735,561,700	735,561,700	
Regular Total Funds	874,572,800	874,572,800		857,170,400	861,031,000	3,860,600	853,995,600	857,856,200	3,860,600
Use of Continuing									
TOTAL FUNDS	874,572,800	874,572,800		857,170,400	861,031,000	3,860,600	853,995,600	857,856,200	3,860,600

II. EXPENDITURE CATEGORY

Personnel Costs	145,115,600	145,115,600		140,584,800	140,584,800		142,116,000	142,116,000	
Operating Expenses	42,867,100	42,867,100		40,544,200	40,665,100	120,900	38,558,500	38,679,400	120,900
Grants, Loans, Benefits	682,758,000	682,758,000		674,317,900	678,057,600	3,739,700	671,647,600	675,387,300	3,739,700
Debt Service	1,907,000	1,907,000							
Capital Outlay	1,925,100	1,925,100		1,723,500	1,723,500		1,673,500	1,673,500	
TOTAL EXPENDITURES	874,572,800	874,572,800		857,170,400	861,031,000	3,860,600	853,995,600	857,856,200	3,860,600

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	89,021,900	89,021,900		78,564,800	79,825,400	1,260,600	78,786,400	80,047,000	1,260,600
Restricted Funds	45,495,000	45,495,000		40,375,500	40,375,500		39,647,500	39,647,500	
Federal Funds	740,055,900	740,055,900		738,230,100	738,230,100		735,561,700	735,561,700	
Regular Total Funds	874,572,800	874,572,800		857,170,400	858,431,000	1,260,600	853,995,600	855,256,200	1,260,600
Use of Continuing									
TOTAL BASE LEVEL	874,572,800	874,572,800		857,170,400	858,431,000	1,260,600	853,995,600	855,256,200	1,260,600

IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE

General Fund					2,600,000	2,600,000		2,600,000	2,600,000
TOTAL ADDITIONAL					2,600,000	2,600,000		2,600,000	2,600,000

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Capital Budget

Summary Totals

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				400,000	400,000		400,000	400,000	
TOTAL CAPITAL				400,000	400,000		400,000	400,000	

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

General Administration and Program Support

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	2,443,900	2,443,900		3,249,200	3,249,200		3,249,200	3,249,200	
Restricted Funds	7,441,800	7,441,800		6,040,200	6,040,200		6,155,500	6,155,500	
Federal Funds	190,000	190,000		190,000	190,000		190,000	190,000	
Regular Total Funds	10,075,700	10,075,700		9,479,400	9,479,400		9,594,700	9,594,700	
Use of Continuing									
TOTAL FUNDS	10,075,700	10,075,700		9,479,400	9,479,400		9,594,700	9,594,700	
II. EXPENDITURE CATEGORY									
Personnel Costs	6,969,500	6,969,500		6,495,000	6,495,000		6,681,900	6,681,900	
Operating Expenses	2,778,700	2,778,700		2,663,200	2,663,200		2,641,600	2,641,600	
Grants, Loans, Benefits	218,400	218,400		192,200	192,200		192,200	192,200	
Capital Outlay	109,100	109,100		129,000	129,000		79,000	79,000	
TOTAL EXPENDITURES	10,075,700	10,075,700		9,479,400	9,479,400		9,594,700	9,594,700	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	2,443,900	2,443,900		3,249,200	3,249,200		3,249,200	3,249,200	
Restricted Funds	7,441,800	7,441,800		6,040,200	6,040,200		6,155,500	6,155,500	
Federal Funds	190,000	190,000		190,000	190,000		190,000	190,000	
Regular Total Funds	10,075,700	10,075,700		9,479,400	9,479,400		9,594,700	9,594,700	
Use of Continuing									
TOTAL BASE LEVEL	10,075,700	10,075,700		9,479,400	9,479,400		9,594,700	9,594,700	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:05 am

GENERAL ADMINISTRATION AND PROGRAM SUPPORT

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes \$192,200 General Fund in each fiscal year of the biennium to support the East Kentucky Science Center.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget, Part V, Funds Transfer, includes a transfer from Agency Revenue Fund of \$2,000,000 in fiscal year 2007-2008.

HOUSE REPORT

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"East Kentucky Science Center: Included in the above General Fund appropriation is up to \$192,200 in fiscal year 2008-2009 and \$192,200 in fiscal year 2009-2010 for the East Kentucky Science Center."

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet**Capital Budget****General Administration and Program Support**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				300,000	300,000		300,000	300,000	
TOTAL CAPITAL				300,000	300,000		300,000	300,000	
II. CAPITAL PROJECTS									
1	Maintenance Pool - 2008-2010								
PRJ530S2287									
Investment Income				300,000	300,000		300,000	300,000	
Project Total				300,000	300,000		300,000	300,000	
TOTAL CAPITAL				300,000	300,000		300,000	300,000	

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HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Deaf and Hard of Hearing

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	829,000	829,000		826,400	829,000	2,600	826,400	829,000	2,600
Restricted Funds	552,200	552,200		457,000	457,000		457,000	457,000	
Regular Total Funds	1,381,200	1,381,200		1,283,400	1,286,000	2,600	1,283,400	1,286,000	2,600
Use of Continuing									
TOTAL FUNDS	1,381,200	1,381,200		1,283,400	1,286,000	2,600	1,283,400	1,286,000	2,600
II. EXPENDITURE CATEGORY									
Personnel Costs	926,300	926,300		854,200	854,200		875,300	875,300	
Operating Expenses	443,400	443,400		429,200	431,800	2,600	408,100	410,700	2,600
Capital Outlay	11,500	11,500							
TOTAL EXPENDITURES	1,381,200	1,381,200		1,283,400	1,286,000	2,600	1,283,400	1,286,000	2,600
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	829,000	829,000		826,400	829,000	2,600	826,400	829,000	2,600
Restricted Funds	552,200	552,200		457,000	457,000		457,000	457,000	
Regular Total Funds	1,381,200	1,381,200		1,283,400	1,286,000	2,600	1,283,400	1,286,000	2,600
Use of Continuing									
TOTAL BASE LEVEL	1,381,200	1,381,200		1,283,400	1,286,000	2,600	1,283,400	1,286,000	2,600

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:05 am

DEAF AND HARD OF HEARING

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases General Fund support totaling \$2,600 in each fiscal year to maintain the fiscal year 2007-2008 revised base.

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Kentucky Educational Television

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	16,608,300	16,608,300		13,242,800	13,242,800		13,242,800	13,242,800	
Restricted Funds	1,650,900	1,650,900		1,527,400	1,527,400		1,554,100	1,554,100	
Federal Funds	700,000	700,000		700,000	700,000		700,000	700,000	
Regular Total Funds	18,959,200	18,959,200		15,470,200	15,470,200		15,496,900	15,496,900	
Use of Continuing									
TOTAL FUNDS	18,959,200	18,959,200		15,470,200	15,470,200		15,496,900	15,496,900	
II. EXPENDITURE CATEGORY									
Personnel Costs	10,434,900	10,434,900		9,110,000	9,110,000		9,347,800	9,347,800	
Operating Expenses	5,181,700	5,181,700		5,100,700	5,100,700		4,889,600	4,889,600	
Grants, Loans, Benefits	437,400	437,400		309,500	309,500		309,500	309,500	
Debt Service	1,907,000	1,907,000							
Capital Outlay	998,200	998,200		950,000	950,000		950,000	950,000	
TOTAL EXPENDITURES	18,959,200	18,959,200		15,470,200	15,470,200		15,496,900	15,496,900	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	16,608,300	16,608,300		13,242,800	13,242,800		13,242,800	13,242,800	
Restricted Funds	1,650,900	1,650,900		1,527,400	1,527,400		1,554,100	1,554,100	
Federal Funds	700,000	700,000		700,000	700,000		700,000	700,000	
Regular Total Funds	18,959,200	18,959,200		15,470,200	15,470,200		15,496,900	15,496,900	
Use of Continuing									
TOTAL BASE LEVEL	18,959,200	18,959,200		15,470,200	15,470,200		15,496,900	15,496,900	
TRANSFERS TO THE GENERAL FUND									
Kentucky Educational Television									
Agency Revenue Fund	2,000,000	2,000,000							
TOTAL	2,000,000	2,000,000							

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:05 am

KENTUCKY EDUCATIONAL TELEVISION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part V, Funds Transfer, includes a transfer from Agency Revenue Fund of \$2,000,000 in fiscal year 2007-2008.

HOUSE REPORT

The House concurs with the Branch.

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet**Capital Budget****Kentucky Educational Television**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. CAPITAL PROJECT RECAP BY FUND SOURCE									
Investment Income				100,000	100,000		100,000	100,000	
TOTAL CAPITAL				100,000	100,000		100,000	100,000	
II. CAPITAL PROJECTS									
1	Maintenance Pool - 2008-2010								
PRJ545G2316									
Investment Income				100,000	100,000		100,000	100,000	
Project Total				100,000	100,000		100,000	100,000	
TOTAL CAPITAL				100,000	100,000		100,000	100,000	

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HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet**Operating Budget****Environmental Education Council**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
Regular Total Funds	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
Use of Continuing									
TOTAL FUNDS	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
II. EXPENDITURE CATEGORY									
Personnel Costs	185,100	185,100		162,600	162,600		166,600	166,600	
Operating Expenses	34,200	34,200		32,400	32,400		32,600	32,600	
Grants, Loans, Benefits	1,236,800	1,236,800		334,800	334,800		343,400	343,400	
TOTAL EXPENDITURES	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
Regular Total Funds	1,456,100	1,456,100		529,800	529,800		542,600	542,600	
Use of Continuing									
TOTAL BASE LEVEL	1,456,100	1,456,100		529,800	529,800		542,600	542,600	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:05 am

ENVIRONMENTAL EDUCATION COUNCIL

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch.

E - Education Cabinet

Operating Budget

Libraries and Archives Summary

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	14,325,000	14,325,000		12,780,300	12,780,300		12,792,300	12,792,300	
Restricted Funds	2,379,200	2,379,200		2,661,500	2,661,500		2,590,100	2,590,100	
Federal Funds	2,860,100	2,860,100		2,849,100	2,849,100		2,889,300	2,889,300	
Regular Total Funds	19,564,300	19,564,300		18,290,900	18,290,900		18,271,700	18,271,700	
Use of Continuing									
TOTAL FUNDS	19,564,300	19,564,300		18,290,900	18,290,900		18,271,700	18,271,700	

II. EXPENDITURE CATEGORY

Personnel Costs	6,898,800	6,898,800		6,656,500	6,656,500		6,875,500	6,875,500	
Operating Expenses	3,661,800	3,661,800		3,487,500	3,487,500		3,354,500	3,354,500	
Grants, Loans, Benefits	8,804,900	8,804,900		7,946,900	7,946,900		7,841,700	7,841,700	
Capital Outlay	198,800	198,800		200,000	200,000		200,000	200,000	
TOTAL EXPENDITURES	19,564,300	19,564,300		18,290,900	18,290,900		18,271,700	18,271,700	

III. BASE LEVEL BUDGET BY FUND SOURCE

General Fund	14,325,000	14,325,000		12,780,300	12,780,300		12,792,300	12,792,300	
Restricted Funds	2,379,200	2,379,200		2,661,500	2,661,500		2,590,100	2,590,100	
Federal Funds	2,860,100	2,860,100		2,849,100	2,849,100		2,889,300	2,889,300	
Regular Total Funds	19,564,300	19,564,300		18,290,900	18,290,900		18,271,700	18,271,700	
Use of Continuing									
TOTAL BASE LEVEL	19,564,300	19,564,300		18,290,900	18,290,900		18,271,700	18,271,700	

E - Education Cabinet**Capital Budget****Libraries and Archives Summary**

Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

General Operations

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	7,068,600	7,068,600		6,754,900	6,754,900		6,766,900	6,766,900	
Restricted Funds	1,446,400	1,446,400		1,399,800	1,399,800		1,433,600	1,433,600	
Federal Funds	2,136,100	2,136,100		2,125,100	2,125,100		2,165,300	2,165,300	
Regular Total Funds	10,651,100	10,651,100		10,279,800	10,279,800		10,365,800	10,365,800	
Use of Continuing									
TOTAL FUNDS	10,651,100	10,651,100		10,279,800	10,279,800		10,365,800	10,365,800	
II. EXPENDITURE CATEGORY									
Personnel Costs	6,898,800	6,898,800		6,656,500	6,656,500		6,875,500	6,875,500	
Operating Expenses	3,535,300	3,535,300		3,406,300	3,406,300		3,273,300	3,273,300	
Grants, Loans, Benefits	217,000	217,000		217,000	217,000		217,000	217,000	
TOTAL EXPENDITURES	10,651,100	10,651,100		10,279,800	10,279,800		10,365,800	10,365,800	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	7,068,600	7,068,600		6,754,900	6,754,900		6,766,900	6,766,900	
Restricted Funds	1,446,400	1,446,400		1,399,800	1,399,800		1,433,600	1,433,600	
Federal Funds	2,136,100	2,136,100		2,125,100	2,125,100		2,165,300	2,165,300	
Regular Total Funds	10,651,100	10,651,100		10,279,800	10,279,800		10,365,800	10,365,800	
Use of Continuing									
TOTAL BASE LEVEL	10,651,100	10,651,100		10,279,800	10,279,800		10,365,800	10,365,800	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

GENERAL OPERATIONS

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Local Records Grant Program: Notwithstanding KRS 142.010(5), included in the above General Fund appropriation are amounts for the Local Records Grant program."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Collaboration with Public Entities: The Department of Libraries and Archives shall collaborate with Kentucky's public colleges, universities, and libraries to explore alternatives to meet the archival needs of the Commonwealth."

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Direct Local Aid

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	7,256,400	7,256,400		6,025,400	6,025,400		6,025,400	6,025,400	
Restricted Funds	932,800	932,800		1,261,700	1,261,700		1,156,500	1,156,500	
Federal Funds	724,000	724,000		724,000	724,000		724,000	724,000	
Regular Total Funds	8,913,200	8,913,200		8,011,100	8,011,100		7,905,900	7,905,900	
Use of Continuing									
TOTAL FUNDS	8,913,200	8,913,200		8,011,100	8,011,100		7,905,900	7,905,900	
II. EXPENDITURE CATEGORY									
Operating Expenses	126,500	126,500		81,200	81,200		81,200	81,200	
Grants, Loans, Benefits	8,587,900	8,587,900		7,729,900	7,729,900		7,624,700	7,624,700	
Capital Outlay	198,800	198,800		200,000	200,000		200,000	200,000	
TOTAL EXPENDITURES	8,913,200	8,913,200		8,011,100	8,011,100		7,905,900	7,905,900	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	7,256,400	7,256,400		6,025,400	6,025,400		6,025,400	6,025,400	
Restricted Funds	932,800	932,800		1,261,700	1,261,700		1,156,500	1,156,500	
Federal Funds	724,000	724,000		724,000	724,000		724,000	724,000	
Regular Total Funds	8,913,200	8,913,200		8,011,100	8,011,100		7,905,900	7,905,900	
Use of Continuing									
TOTAL BASE LEVEL	8,913,200	8,913,200		8,011,100	8,011,100		7,905,900	7,905,900	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

DIRECT LOCAL AID

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Public Library Facilities Construction Fund: Notwithstanding KRS 142.010(5), \$127,500 shall be transferred from the Local Records Grant program to the Public Library Facilities Construction Fund, and \$127,500 shall be transferred from agency revenue funds within the Libraries and Archives budget unit to the Public Library Facilities Construction Fund to pay for existing construction debt assistance grants in fiscal year 2007-2008, fiscal year 2008-2009, and 2009-2010."

HOUSE REPORT

The House concurs with the Branch with the following change:

The House amends the State/Executive Branch Budget Bill, Part I, Operating Budget, to include the following language provision:

"Per Capita Grants: Notwithstanding KRS 171.201(2)(b), the department shall distribute the per capita grants within the available appropriated amounts."

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Office for the Blind

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	1,328,100	1,328,100		1,209,800	1,328,100	118,300	1,209,800	1,328,100	118,300
Restricted Funds	1,869,200	1,869,200		1,487,400	1,487,400		1,530,700	1,530,700	
Federal Funds	8,082,200	8,082,200		7,852,200	7,852,200		7,899,200	7,899,200	
Regular Total Funds	11,279,500	11,279,500		10,549,400	10,667,700	118,300	10,639,700	10,758,000	118,300
Use of Continuing									
TOTAL FUNDS	11,279,500	11,279,500		10,549,400	10,667,700	118,300	10,639,700	10,758,000	118,300
II. EXPENDITURE CATEGORY									
Personnel Costs	6,254,700	6,254,700		6,423,200	6,423,200		6,673,600	6,673,600	
Operating Expenses	1,467,000	1,467,000		1,411,500	1,529,800	118,300	1,411,900	1,530,200	118,300
Grants, Loans, Benefits	3,541,800	3,541,800		2,714,700	2,714,700		2,554,200	2,554,200	
Capital Outlay	16,000	16,000							
TOTAL EXPENDITURES	11,279,500	11,279,500		10,549,400	10,667,700	118,300	10,639,700	10,758,000	118,300
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	1,328,100	1,328,100		1,209,800	1,328,100	118,300	1,209,800	1,328,100	118,300
Restricted Funds	1,869,200	1,869,200		1,487,400	1,487,400		1,530,700	1,530,700	
Federal Funds	8,082,200	8,082,200		7,852,200	7,852,200		7,899,200	7,899,200	
Regular Total Funds	11,279,500	11,279,500		10,549,400	10,667,700	118,300	10,639,700	10,758,000	118,300
Use of Continuing									
TOTAL BASE LEVEL	11,279,500	11,279,500		10,549,400	10,667,700	118,300	10,639,700	10,758,000	118,300

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

OFFICE FOR THE BLIND

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following change:

The House increases General Fund support totaling \$118,300 in each fiscal year to maintain the fiscal year 2007-2008 revised base.

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Employment and Training

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
Restricted Funds	5,200,000	5,200,000		2,665,800	2,665,800		2,368,800	2,368,800	
Federal Funds	666,071,700	666,071,700		668,384,400	668,384,400		666,007,100	666,007,100	
Regular Total Funds	671,271,700	671,271,700		671,050,200	671,050,200		668,375,900	668,375,900	
Use of Continuing									
TOTAL FUNDS	671,271,700	671,271,700		671,050,200	671,050,200		668,375,900	668,375,900	
II. EXPENDITURE CATEGORY									
Personnel Costs	41,479,900	41,479,900		39,276,400	39,276,400		37,582,700	37,582,700	
Operating Expenses	13,262,500	13,262,500		13,493,300	13,493,300		12,371,100	12,371,100	
Grants, Loans, Benefits	616,529,300	616,529,300		618,280,500	618,280,500		618,422,100	618,422,100	
TOTAL EXPENDITURES	671,271,700	671,271,700		671,050,200	671,050,200		668,375,900	668,375,900	
III. BASE LEVEL BUDGET BY FUND SOURCE									
Restricted Funds	5,200,000	5,200,000		2,665,800	2,665,800		2,368,800	2,368,800	
Federal Funds	666,071,700	666,071,700		668,384,400	668,384,400		666,007,100	666,007,100	
Regular Total Funds	671,271,700	671,271,700		671,050,200	671,050,200		668,375,900	668,375,900	
Use of Continuing									
TOTAL BASE LEVEL	671,271,700	671,271,700		671,050,200	671,050,200		668,375,900	668,375,900	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

EMPLOYMENT AND TRAINING

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Unemployment Insurance Penalty and Interest Account: Notwithstanding KRS 341.835, up to \$3,000,000 from the Unemployment Insurance Penalty and Interest Account in the Unemployment Compensation Administration Fund may be used during each fiscal year by the Office of Employment and Training to operate employment, training, and unemployment insurance programs and up to \$750,000 shall be transferred in fiscal year 2008-2009 and fiscal year 2009-2010 to the General Administration and Program Support budget unit of the Education Cabinet to aid in the support of the Office of Employment and Training programs."

HOUSE REPORT

The House concurs with the Branch.

E - Education Cabinet**Operating Budget****Career and Technical Education**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	30,342,400	30,342,400		26,628,300	26,628,300		26,778,300	26,778,300	
Restricted Funds	20,820,400	20,820,400		21,132,100	21,132,100		20,526,100	20,526,100	
Federal Funds	15,188,500	15,188,500		15,153,900	15,153,900		15,153,900	15,153,900	
Regular Total Funds	66,351,300	66,351,300		62,914,300	62,914,300		62,458,300	62,458,300	
Use of Continuing									
TOTAL FUNDS	66,351,300	66,351,300		62,914,300	62,914,300		62,458,300	62,458,300	
II. EXPENDITURE CATEGORY									
Personnel Costs	41,392,500	41,392,500		40,482,400	40,482,400		41,902,700	41,902,700	
Operating Expenses	9,946,300	9,946,300		7,836,700	7,836,700		7,357,000	7,357,000	
Grants, Loans, Benefits	14,520,500	14,520,500		14,280,200	14,280,200		12,883,600	12,883,600	
Capital Outlay	492,000	492,000		315,000	315,000		315,000	315,000	
TOTAL EXPENDITURES	66,351,300	66,351,300		62,914,300	62,914,300		62,458,300	62,458,300	
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	30,342,400	30,342,400		26,628,300	26,628,300		26,778,300	26,778,300	
Restricted Funds	20,820,400	20,820,400		21,132,100	21,132,100		20,526,100	20,526,100	
Federal Funds	15,188,500	15,188,500		15,153,900	15,153,900		15,153,900	15,153,900	
Regular Total Funds	66,351,300	66,351,300		62,914,300	62,914,300		62,458,300	62,458,300	
Use of Continuing									
TOTAL BASE LEVEL	66,351,300	66,351,300		62,914,300	62,914,300		62,458,300	62,458,300	

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

CAREER AND TECHNICAL EDUCATION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"Participation in the Education Technology Program by Area Vocational Education Centers: Area Vocational Education Centers shall be fully eligible to participate in the Kentucky Education Technology System. Notwithstanding KRS 157.650, 157.655, 157.660, and 157.665, the School Facilities Construction Commission, in consultation with the Kentucky Board of Education and the Department of Education, shall develop administrative regulations which identify a methodology by which the average daily attendance for Area Vocational Education Centers may be equated to the average daily attendance of other local school districts in order that they may receive their respective distributions of these funds. The School Facilities Construction Commission shall include Area Vocational Education Centers in any offers of assistance to local school districts for technology assistance during the 2008-2010 fiscal biennium."

"Transfer of State-Operated Secondary Vocational Education and Technology Centers: (a) Notwithstanding KRS 151B.035, 151B.040, 151B.045, 151B.050, 151B.055, and 151B.070, effective at the beginning of fiscal year 2008-2009, a local board of education may submit a request to the Executive Director of the Office of Career and Technical Education to assume authority for the management and control of a state-operated secondary vocational education and technology center. Upon agreement between the Executive Director of the Office of Career and Technical Education and the local board of education for the transfer of a state-operated secondary vocational education and technology center, all personnel, equipment, and supplies shall be transferred to the local board of education and shall only be utilized for the operation of the locally operated vocational center. The transfer of management and control of the secondary area vocational education and technology center shall be considered a permanent transfer to the local district.

CAREER AND TECHNICAL EDUCATION

(b) A certified employee who is affected by a transfer to the local board of education under paragraph (a) shall be granted a one year limited contract by the local board of education and shall be employed on the local district salary schedule. A classified employee shall be guaranteed employment equal to his or her present status for at least one complete school term. A transferred employee shall be provided the benefits of comparable employees in the district and shall be subject to all rules and policies of the local board of education, including but not limited to disciplinary and personnel actions that are the same as those that may be exercised by the district for any other employee in the district during a contract period.

(c) A transferred employee who has accrued annual leave and compensatory time shall be paid a lump sum for the accrued time at the effective date of the transfer by the Office of Career and Technical Education. The employee shall be granted credit for accrued sick leave up to the maximum allowed for transfers for teachers between school districts. Sick leave credit shall be awarded to a classified employee based on the local board policy. Any excess sick leave that a classified or certified employee has earned that the district will not accept in the transfer may be requested to be held in escrow by the appropriate state personnel system under KRS Chapter 18A or 151B, and the sick leave balance shall be restored to the employee if the employee returns to a state government position.

(d) An employee who is to be transferred to a local board of education under provisions of this subsection but who chooses not to accept a one year limited contract with the board shall be separated from the state system and the employee's position shall be abolished. The employee may apply for any state position for which the employee is qualified but shall not be granted priority over other applicants for a position because the employee's position was abolished due to a transfer of the vocational education and technology center. An employee who refuses a contract with the local board shall be provided a lump-sum payment for accrued annual leave and compensatory time, and the employee's sick leave balance shall be placed in escrow by the appropriate state personnel system under KRS Chapter 18A or 151B. The sick leave balance shall be restored to the employee if the employee returns to a state government position.

(e) A certified employee, other than a principal, who has earned continuing status in the state certified personnel system under KRS Chapter 151B may be granted tenure under the provisions of KRS 161.740(1)(c). A principal may be granted tenure as a teacher, but the provisions relating to demotion of the principal under KRS 161.765 shall apply.

(f) An employee of the Office of Career and Technical Education who is transferred to the local school district and who occupies a position covered by the Kentucky Teachers' Retirement System shall remain in the Teachers' Retirement System.

(g) General Fund moneys previously appropriated to the Office of Career and Technical Education for support of the transferred state-operated vocational technical school shall be appropriated to the Kentucky Department of Education for support of the local board of education center operations effective at the beginning of fiscal year 2008-2009. In addition, the local board of education shall receive 100 percent of the Support Education Excellence in Kentucky (SEEK) Program funds from the Kentucky Department of Education that are generated from students enrolled in the center."

HOUSE REPORT

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

CAREER AND TECHNICAL EDUCATION

The House concurs with the Branch.

HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY

E - Education Cabinet

Operating Budget

Vocational Rehabilitation

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	12,794,700	12,794,700		11,655,000	12,794,700	1,139,700	11,655,000	12,794,700	1,139,700
Restricted Funds	2,675,700	2,675,700		2,576,900	2,576,900		2,525,200	2,525,200	
Federal Funds	46,491,200	46,491,200		42,978,300	42,978,300		42,600,000	42,600,000	
Regular Total Funds	61,961,600	61,961,600		57,210,200	58,349,900	1,139,700	56,780,200	57,919,900	1,139,700
Use of Continuing									
TOTAL FUNDS	61,961,600	61,961,600		57,210,200	58,349,900	1,139,700	56,780,200	57,919,900	1,139,700
II. EXPENDITURE CATEGORY									
Personnel Costs	26,696,200	26,696,200		26,997,100	26,997,100		27,805,200	27,805,200	
Operating Expenses	4,868,700	4,868,700		5,029,100	5,029,100		5,002,200	5,002,200	
Grants, Loans, Benefits	30,297,200	30,297,200		25,054,500	26,194,200	1,139,700	23,843,300	24,983,000	1,139,700
Capital Outlay	99,500	99,500		129,500	129,500		129,500	129,500	
TOTAL EXPENDITURES	61,961,600	61,961,600		57,210,200	58,349,900	1,139,700	56,780,200	57,919,900	1,139,700
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	12,794,700	12,794,700		11,655,000	12,794,700	1,139,700	11,655,000	12,794,700	1,139,700
Restricted Funds	2,675,700	2,675,700		2,576,900	2,576,900		2,525,200	2,525,200	
Federal Funds	46,491,200	46,491,200		42,978,300	42,978,300		42,600,000	42,600,000	
Regular Total Funds	61,961,600	61,961,600		57,210,200	58,349,900	1,139,700	56,780,200	57,919,900	1,139,700
Use of Continuing									
TOTAL BASE LEVEL	61,961,600	61,961,600		57,210,200	58,349,900	1,139,700	56,780,200	57,919,900	1,139,700

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

VOCATIONAL REHABILITATION

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House increases General Fund support totaling \$1,139,700 in each fiscal year to maintain the fiscal year 2007-2008 revised base.

The House adds Part I, Operating Budget, language provision as follows:

"Interpreter Services: Included in the above General Fund appropriation is \$450,000 in each fiscal year to provide accessibility services for deaf and hard of hearing students in public postsecondary education."

E - Education Cabinet**Capital Budget****Vocational Rehabilitation**

Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference

II. CAPITAL PROJECTS

1 **Fayette County - Lease**

PRJ53105000

General Fund

Project Total

TOTAL CAPITAL

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E - Education Cabinet**Operating Budget****Education Professional Standards Board**

	Fiscal Year 2007-2008			Fiscal Year 2008-2009			Fiscal Year 2009-2010		
	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference	Branch Budget	House Budget	Difference
I. APPROPRIATIONS SUMMARY BY FUND SOURCE									
General Fund	10,350,500	10,350,500		8,973,000	11,573,000	2,600,000	9,032,600	11,632,600	2,600,000
Restricted Funds	1,449,500	1,449,500		1,297,400	1,297,400		1,397,400	1,397,400	
Federal Funds	472,200	472,200		122,200	122,200		122,200	122,200	
Regular Total Funds	12,272,200	12,272,200		10,392,600	12,992,600	2,600,000	10,552,200	13,152,200	2,600,000
Use of Continuing									
TOTAL FUNDS	12,272,200	12,272,200		10,392,600	12,992,600	2,600,000	10,552,200	13,152,200	2,600,000
II. EXPENDITURE CATEGORY									
Personnel Costs	3,877,700	3,877,700		4,127,400	4,127,400		4,204,700	4,204,700	
Operating Expenses	1,222,800	1,222,800		1,060,600	1,060,600		1,089,900	1,089,900	
Grants, Loans, Benefits	7,171,700	7,171,700		5,204,600	7,804,600	2,600,000	5,257,600	7,857,600	2,600,000
TOTAL EXPENDITURES	12,272,200	12,272,200		10,392,600	12,992,600	2,600,000	10,552,200	13,152,200	2,600,000
III. BASE LEVEL BUDGET BY FUND SOURCE									
General Fund	10,350,500	10,350,500		8,973,000	8,973,000		9,032,600	9,032,600	
Restricted Funds	1,449,500	1,449,500		1,297,400	1,297,400		1,397,400	1,397,400	
Federal Funds	472,200	472,200		122,200	122,200		122,200	122,200	
Regular Total Funds	12,272,200	12,272,200		10,392,600	10,392,600		10,552,200	10,552,200	
Use of Continuing									
TOTAL BASE LEVEL	12,272,200	12,272,200		10,392,600	10,392,600		10,552,200	10,552,200	
IV. ADDITIONAL BUDGET RECAP BY FUND SOURCE									
General Fund					2,600,000	2,600,000		2,600,000	2,600,000
TOTAL ADDITIONAL					2,600,000	2,600,000		2,600,000	2,600,000
V. ADDITIONAL BUDGET ITEMS									
1 GB Additional Funding for KTIP									
ABR183P0007	Provides funds to support the current number of teacher interns and to support projected growth of 2% per year in the number of interns.								
General Fund					2,600,000	2,600,000		2,600,000	2,600,000
Project Total					2,600,000	2,600,000		2,600,000	2,600,000
TOTAL ADDITIONAL					2,600,000	2,600,000		2,600,000	2,600,000

**HOUSE BUDGET REPORT - 2008 REGULAR SESSION OF THE GENERAL ASSEMBLY
BUDGET MODIFICATION REPORT**

3/13/08 10:06 am

EDUCATION PROFESSIONAL STANDARDS BOARD

BRANCH BUDGET

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon reduced fiscal year 2007-2008 funding levels as revised by the General Fund Budget Reduction Order 08-01. This Order reduced General Fund appropriations by \$65,262,416 and Restricted Funds appropriations by \$8,873,600 in fiscal year 2007-2008. The Order also increased resources to the General Fund through additional fund transfers of \$42,324,600 in fiscal year 2007-2008.

The State/Executive Branch Budget Bill continues services and statutory programs in the 2008-2010 fiscal biennium based upon mandatory General Fund lapses of \$174,143,584 in fiscal year 2007-2008, \$2,500,000 in fiscal year 2008-2009, and \$2,250,000 in fiscal year 2009-2010.

The State/Executive Branch Budget Bill, Part IV, State Salary/Compensation and Employment Policy, addresses salary increments, retirement, health insurance, and personnel complement.

The State/Executive Branch Budget Bill, Part I, Operating Budget, includes language provisions that direct:

"National Board of Teaching Standards Certification: Notwithstanding KRS 161.134, up to \$800,000 in fiscal year 2008-2009 and \$800,000 in fiscal year 2009-2010 is provided for National Board of Teaching Standards Certification from the General Fund."

"Employment of Leadership Personnel: Notwithstanding KRS 18A.005 to 18A.200, the Education Professional Standards Board shall have the sole authority to determine the employees of the Education Professional Standards Board staff who are exempt from the classified service and to set their compensation comparable to the competitive market."

"Kentucky Teacher Internship Program: Notwithstanding KRS 161.030(7), the Education Professional Standards Board shall set the minimum number of hours for the activities set forth in KRS 161.030(7), subject to the availability of appropriations."

HOUSE REPORT

The House concurs with the Branch with the following changes:

The House provides additional General Fund support totaling \$2,600,000 in each fiscal year for the Kentucky Teacher Internship Program.

The House deletes the Part I, Operating Budget, language provision relating to the **"Kentucky Teacher Internship Program"**.